

**STATE OF CALIFORNIA
BUSINESS, TRANSPORTATION AND HOUSING AGENCY
DEPARTMENT OF MANAGED HEALTH CARE**

File No. 933-0043
Order No. S-04-1296
Filing Nos. 20040557¹

**Licensee: California Physicians' Service,
d/b/a Blue Shield of California, Inc.**

ORDER

**APPROVING IN PART AND DENYING IN PART THE
NOTICE OF MATERIAL MODIFICATION**

Pursuant to Health and Safety Code section 1352(b), the terms of the Notice of Material Modification ("Notice") filed on June 30, 2004 by California Physicians' Service, d/b/a Blue Shield of California, Inc., along with all Amendments submitted, regarding the Proposed CalPERS narrow provider network and associated block transfer filings are approved in part and denied in part as of the date set forth below. This Order is subject to the conditions set forth in the undertakings listed in Attachment A, and concerns the specific hospitals and provider groups set forth in Attachment B. This Order shall remain in effect until revoked or superceded by further Order of the Director.

IT IS SO ORDERED.

Dated: August 5, 2004
Sacramento, California

G. LEWIS CHARTRAND, JR.
Chief Deputy Director
Department of Managed Health Care

¹ Associated Filing Nos. 20040601, 20040639, 20040644, 20040645, 20040716, 20040731, 20040754, 20040899, 20040903, 20040920, 20040921, 20040922, 20040923, 20040924, 20040925, 20040926, 20040927, 20040929, 20040930, 20040931, 20040933, 20040934, 20040935, 20040940.